

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Industrial Promotion – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 to M/s.TM Tyres Private Limited, SPRS Nellore District for their proposed tyre manufacturing facility project – Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No. 63

Dated: 06.07.2011

Read the following:-

1. From the Managing Director M/s.TM Tyres Private Limited, SPRS Nellore District Letter No. Nil, dated.27.09.2010
2. State Investment Promotion Committee Meeting held on 10.02.2011
3. State Investment Promotion Board Meeting held on 23.02.2011.

O R D E R:-

In the reference 1st read above, the Managing Director of M/s. TM Tyres Private Limited, SPRS Nellore District informed that TM Tyres Limited have set a butyl tube industry at Kalakal village, Gajwel Taluq, Toopran Mandal, Medak District two decades back. Now they proposed to set up a Tyres (pneumatic tyres – Bias and Radial type) manufacturing plant near Naidupet Village, Nellore District with an investment of Rs.510 Crores and likely to provide direct employment to 1200 persons and indirect employment to 2000 persons and requested for the following incentives under Mega Project concept of Industrial Investment Promotion Policy (IIPP) 2010-15 Policy:-

- (a) Allocation of Land of 200 acres at Rs.1.00 lakh per acre;
- (b) Exemption from payment of land registration charges and exemption of stamp duty for land and bank documents;
- (c) 100% exemption /deferment of VAT for 7 to 10 years;
- (d) Subsidized power tariff per unit for 10 years and also waiver of line charges and waiver of deposit;
- (e) Provide water supply from the reservoir and permission to dig a well in the nearby Swarnamukhi river with a request to provide 50% of the cost of the well as well as 50% cost reimbursement for laying of the pipeline from the well to the plant at IP, Nellore (distance of 5kms from IP);
- (f) Subsidized water tariff for a period of 10 years;
- (g) Allotment of coal quota from Singareni Collieries at subsidized prices and allotment of coal mine for captive consumption;
- (h) Dedicated railway track to APIIC Industrial Park, Naidupeta for transportation of raw material and finished goods;
- (i) Transportation subsidy to an extent of 50% on incoming and outgoing material transportation on freight paid basis;
- (j) Request for waiver of building permission charges and exemption of duties and taxes in line with SEZs on procurement of various materials towards construction of factory and office premises; and
- (k) Incentives for vocational training proposed to be imparted by the unit for skill up gradation.

2. State Investment Promotion Committee (SIPC) have examined the above proposal and decided to place the matter before the State Investment Promotion Board (SIPB) with the certain recommendations.

3. State Investment Promotion Board in its meeting held on 23.02.2011 examined the proposal in detail and decided to extend the following incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 to M/s.TM Tyres Private Limited, SPRS Nellore District: :

- (a) 50% VAT & CST / SGST reimbursement for a period of 5 years from date of commencement of commercial production; and
- (b) All other incentives as per the Policy.

(P.T.O.)

4. Government after careful examination of the proposal and in view of the recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s. TM Tyres Private Limited, SPSR Nellore District under Industrial Investment Promotion Policy 2010-15 :-.

- (a) To extend 50% VAT & CST / SGST reimbursement for a period of 5 years from date of commencement of commercial production. The Company shall give preference to locals in providing employment in the unit; and
- (b) To extend other incentives as per the Industrial Investment Promotion Policy 2010-15 which include;
 - (i) 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use;
 - (ii) 100% reimbursement of Stamp duty for mortgages and hypothecations;
 - (iii) 25% rebate in land cost in Industrial Estates / Industrial Development Authorities (IDAs) limited to Rs.10.00 Lakhs;
 - (iv) Fixed power cost reimbursement @ Rs.0.75 per unit (upper ceiling) on the proposed revised rates (2010-11) for 5 years from the date of commencement of commercial production. In case, decrease in Power Tariff, the reimbursement will be reduced proportionately;
 - (v) 50% Reimbursement of cost involved in skill upgradation and training the local manpower limited to Rs.2000 per person;
 - (vi) 25% subsidy on specific cleaner production measures limited to Rs.5.00 Lakhs.

5. The Commissioner of Industries, Hyderabad shall take necessary action, accordingly and instruct the General Manager, District Industries Centre, SPSR Nellore to intimate the status of the progress of work done by the unit from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

T.S.APPA RAO,
PRINCIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER FOR INDUSTRIAL PROMOTION

To

The Commissioner of Industries, A.P., Hyderabad.

M/S.TM Tyres Private Limited, Nellore District, through the Commissioner of Industries, AP, Hyderabad.

The District Collector, SPSR Nellore District.

Copy to:

The Revenue (CT/ Registration) Dept./ The Energy Department.

The Ind. & Com. (INF) Dept./ Irrigation & CAD (Reforms) dept.

The Law Dept./ The Finance (Exp. I&C) Dept.

The Accountant General, A.P., Hyderabad

The Commissioner of Commercial Taxes, Hyderabad

The VC&MD, APIIC, Hyderabad/The C&MD, APTRANSCO., Hyderabad

The Managing Director, APEPDC Ltd., Hyderabad

The General Manager, District Industries Centre, SPS Nellore District

P.S. to Secretary to Chief Minister/ P.S. to Minister(Major Industries)

P.S. to Chief Secretary to Government

P.S. to Principal Secretary to Government & CIP, Industries & Commerce Dept.

SC/SF

// Forwarded :: By Order //

Section Officer